MINUTES OF THE HOUSE ECONOMIC DEVELOPMENT AND WORKFORCE SERVICES STANDING COMMITTEE

Room 20 House Building March 5, 2015

Members Present: Rep. Becky Edwards, Chair

Rep. John Westwood, Vice Chair

Rep. Bruce Cutler Rep. Sophia DiCaro Rep. Timothy Hawkes Rep. Bradley G. Last

Rep. Curt Oda

Rep. Angela Romero Rep. Scott Sandall Rep. Robert Spendlove Rep. Mark Wheatley

Members Absent: Rep. Brad R. Wilson

Staff Present: Mr. Ben Christensen, Policy Analyst

Ms. Linda Service, Committee Secretary

Note: A list of visitors and a copy of handouts are filed with the committee minutes.

Vice Chair Westwood called the meeting to order at 8:07 a.m.

MOTION: Rep. Spendlove moved to approve the minutes of the March 2, 2015 meeting. The motion passed unanimously with Rep. Cutler, Rep. Edwards, Rep. Last, Rep. Oda, and Rep. Wheatley absent for the vote.

S.B. 179 Amendments to Economic Development *(Sen. B. Shiozawa)* (Rep. R. Edwards)

Sen. Shiozawa explained the bill to the committee.

MOTION: Rep. Edwards moved to amend the bill as follows:

- 1. Page 1, Lines 22 through 24:
 - 22 Other Special Clauses:
 - This bill provides a special effective date.

This bill provides a coordination clause.

- 24 Utah Code Sections Affected:
- 2. *Page 2, Lines 34 through 36:*

34	63M-1-2408, as last amended by Laws of Utah 2010, Chapters 164, 323, and 391
	Utah Code Sections Affected by Coordination Clause:
	63M-1-2403, as last amended by Laws of Utah 2010, Chapters 104 and 164

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- 36 Be it enacted by the Legislature of the state of Utah:
- 3. Page 4, Lines 96 through 112:
 - 96 (b) "New commercial project" does not include retail business.
 - 97 (7) (a) "New incremental jobs" means { full-time employment positions that are filled by
 - 98 <u>an employee working at least 30 hours per week for a period of at least six</u> consecutive months
 - 99 <u>and that are:</u>} <u>full-time employment positions that are filled by employees who</u> works at least 30 hours per week and that are:
 - [(a) not shifted from one jurisdiction in the state to another jurisdiction in the state;

 101 and
 - [(b)] (i) with respect to a business entity, created in addition to the baseline count of employment positions that existed within the business entity before the new commercial project;
 - 105 (ii) with respect to a county, created as a result of a new commercial project with 106 respect to which the county or a community development and renewal agency seeks to claim a
 - tax credit under Section 59-7-614.2; or
 - 108 (iii) with respect to a city or town, created as a result of a new commercial project with
 - respect to which the city, town, or a community development and renewal agency seeks to claim a tax credit under Section 59-7-614.2.
 - (b) "New incremental jobs" may include full-time equivalent positions that are filled by more than one employee, if each employee who works less than 30 hours per week is provided benefits comparable to a full-time employee.
 - 111 {(b)} (c) "New incremental jobs" does not include jobs that are shifted from one jurisdiction
 - in the state to another jurisdiction in the state.
- 4. Page 5, Lines 123 through 125:

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- 123 (C) Title 59, Chapter 10, Part 2, Trusts and Estates;
- 124 (D) Title 59, Chapter 10, Part 4, Withholding of Tax; {+} or {+} {-and-}
- (E) a combination of Subsections (8)(a)(ii)(A) through (D);
- 5. Page 5, Lines 143 through 145:
 - 143 (C) Title 59, Chapter 10, Part 2, Trusts and Estates;
 - (D) Title 59, Chapter 10, Part 4, Withholding of Tax; {+} or {+} {-and-}
 - (E) a combination of Subsections (8)(b)(ii)(A) through (D);
- 6. Page 15, Line 449:
 - This bill takes effect on September 1, 2015.

<u>Section 10. Coordinating S.B. 179 with S.B. 18 -- Substantive and technical</u> amendments.

If this S.B. 179 and S.B. 18, Governor's Office of Economic Development Revisions, both pass and become law, it is the intent of the Legislature that the amendments to Section 63M-1-2403 in this bill supersede the amendments to the newly renumbered Section 63N-2-103 in S.B. 18 when the Office of Legislative Research and General Counsel prepares the Utah Code database for publication.

The motion passed unanimously with Rep. Last absent for the vote.

MOTION: Rep. Edwards moved to pass the bill out favorably as amended. The motion passed unanimously with Rep. Last absent for the vote.

2nd Sub. S.B. 42 General Assistance Program Changes *(Sen. L. Escamilla)* (Rep. E. Redd)

Sen. Escamilla explained the bill to the committee.

Spoke for the bill: Ms. Aly Ainscough, Project Director, The Road Home Mr. Bill Tibbitts, Association Director, Crossroads Urban Center

MOTION: Rep. Wheatley moved to pass the bill out favorably. The motion passed unanimously.

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H.B. 409 Amendments to the Procurement Code (Rep. V. L. Snow)

Rep. Snow explained the bill to the committee with the assistance of Mr. Kent Beers, Director of Purchasing and General Services.

Mr. Michael Smith, Executive Director, American Council of Engineering Companies of Utah, spoke for the bill.

MOTION: Rep. Last moved to replace H.B. 409 with 1st Sub. H.B. 409. The motion passed unanimously.

MOTION: Rep. Cutler moved to pass the bill out favorably. The motion passed unanimously.

H.B. 336 Insurance Adjuster Amendments (Rep. C. Oda)

Rep. Oda explained the bill to the committee.

MOTION: Rep. Sandall moved to return 1st Sub. H.B. 336 to the Rules Committee. The motion passed unanimously.

MOTION: Rep. Oda moved to adjourn. The motion passed unanimously. Vice Chair Westwood adjourned the meeting at 8:55 a.m.

Rep.	Becky Edwards, Cha	air	